111TH CONGRESS 1ST SESSION S. 832

# **AN ACT**

To amend title 36, United States Code, to grant a Federal charter to the Military Officers Association of America, and for other purposes.

- 1 Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,

### SECTION 1. GRANT OF FEDERAL CHARTER TO MILITARY

- 2 OFFICERS ASSOCIATION OF AMERICA.
- 3 (a) Grant of Charter.—Part B of subtitle II of
- 4 title 36, United States Code, is amended by inserting after
- 5 chapter 1403 the following new chapter:

### 6 "CHAPTER 1404—MILITARY OFFICERS

### 7 ASSOCIATION OF AMERICA

"Sec.

### 8 "§ 140401. Organization

- 9 "(a) Federal Charter.—Military Officers Associa-
- 10 tion of America (in this chapter, the 'corporation'), a non-
- 11 profit organization that meets the requirements for a vet-
- 12 erans service organization under section 501(c)(19) of the
- 13 Internal Revenue Code of 1986 and is organized under
- 14 the laws of the Commonwealth of Virginia, is a federally
- 15 chartered corporation.
- 16 "(b) Expiration of Charter.—If the corporation
- 17 does not comply with the provisions of this chapter, the
- 18 charter granted by subsection (a) shall expire.

<sup>&</sup>quot;140401. Organization.

<sup>&</sup>quot;140402. Purposes.

<sup>&</sup>quot;140403. Membership.

<sup>&</sup>quot;140404. Governing body.

<sup>&</sup>quot;140405. Powers.

<sup>&</sup>quot;140406. Restrictions.

<sup>&</sup>quot;140407. Tax-exempt status required as condition of charter.

<sup>&</sup>quot;140408. Records and inspection.

<sup>&</sup>quot;140409. Service of process.

<sup>&</sup>quot;140410. Liability for acts of officers and agents.

<sup>&</sup>quot;140411. Annual report.

<sup>&</sup>quot;140412. Definition.

# **"§ 140402. Purposes**

2	"(a) General.—The purposes of the corporation are
3	as provided in its bylaws and articles of incorporation and
4	include—
5	"(1) to inculcate and stimulate love of the
6	United States and the flag;
7	"(2) to defend the honor, integrity, and su-
8	premacy of the Constitution of the United States
9	and the United States Government;
10	"(3) to advocate military forces adequate to the
11	defense of the United States;
12	"(4) to foster the integrity and prestige of the
13	Armed Forces;
14	"(5) to foster fraternal relations between all
15	branches of the various Armed Forces from which
16	members are drawn;
17	"(6) to further the education of children of
18	members of the Armed Forces;
19	"(7) to aid members of the Armed Forces and
20	their family members and survivors in every proper
21	and legitimate manner;
22	"(8) to present and support legislative pro-
23	posals that provide for the fair and equitable treat-
24	ment of members of the Armed Forces, including the
25	National Guard and Reserves, military retirees, fam-
26	ily members, survivors, and veterans; and

- 1 "(9) to encourage recruitment and appointment
- 2 in the Armed Forces.

### 3 "§ 140403. Membership

- 4 "Eligibility for membership in the corporation, and
- 5 the rights and privileges of members of the corporation,
- 6 are as provided in the bylaws of the corporation.

### 7 **"§ 140404. Governing body**

- 8 "(a) BOARD OF DIRECTORS.—The composition of the
- 9 board of directors of the corporation, and the responsibil-
- 10 ities of the board, are as provided in the articles of incor-
- 11 poration and bylaws of the corporation.
- 12 "(b) Officers.—The positions of officers of the cor-
- 13 poration, and the election of the officers, are as provided
- 14 in the articles of incorporation and bylaws.

### 15 **"§ 140405. Powers**

- 16 "The corporation has only those powers provided in
- 17 its bylaws and articles of incorporation filed in each State
- 18 in which it is incorporated.

### 19 **"§ 140406. Restrictions**

- 20 "(a) Stock and Dividends.—The corporation may
- 21 not issue stock or declare or pay a dividend.
- 22 "(b) Distribution of Income or Assets.—The in-
- 23 come or assets of the corporation may not inure to the
- 24 benefit of, or be distributed to, a director, officer, or mem-
- 25 ber of the corporation during the life of the charter grant-

- 1 ed by this chapter. This subsection does not prevent the
- 2 payment of reasonable compensation to an officer or em-
- 3 ployee of the corporation or reimbursement for actual nec-
- 4 essary expenses in amounts approved by the board of di-
- 5 rectors.
- 6 "(c) Loans.—The corporation may not make a loan
- 7 to a director, officer, employee, or member of the corpora-
- 8 tion.
- 9 "(d) Claim of Governmental Approval or Au-
- 10 THORITY.—The corporation may not claim congressional
- 11 approval or the authority of the United States Govern-
- 12 ment for any of its activities.
- 13 "(e) Corporate Status.—The corporation shall
- 14 maintain its status as a corporation incorporated under
- 15 the laws of the Commonwealth of Virginia.
- 16 "§ 140407. Tax-exempt status required as condition of
- 17 charter
- "If the corporation fails to maintain its status as an
- 19 organization exempt from taxation under the Internal
- 20 Revenue Code of 1986, the charter granted under this
- 21 chapter shall terminate.
- 22 "§ 140408. Records and inspection
- 23 "(a) Records.—The corporation shall keep—
- 24 "(1) correct and complete records of account;

- 1 "(2) minutes of the proceedings of the mem-2 bers, board of directors, and committees of the cor-3 poration having any of the authority of the board of
- 4 directors of the corporation; and
- 5 "(3) at the principal office of the corporation, 6 a record of the names and addresses of the members 7 of the corporation entitled to vote on matters relat-
- 8 ing to the corporation.
- 9 "(b) Inspection.—A member entitled to vote on any
- 10 matter relating to the corporation, or an agent or attorney
- 11 of the member, may inspect the records of the corporation
- 12 for any proper purpose at any reasonable time.

### 13 **"§ 140409. Service of process**

- 14 "The corporation shall comply with the law on service
- 15 of process of each State in which it is incorporated and
- 16 each State in which it carries on activities.

# 17 "§ 140410. Liability for acts of officers and agents

- 18 "The corporation is liable for any act of any officer
- 19 or agent of the corporation acting within the scope of the
- 20 authority of the corporation.

## 21 **"§ 140411. Annual report**

- 22 "The corporation shall submit to Congress an annual
- 23 report on the activities of the corporation during the pre-
- 24 ceding fiscal year. The report shall be submitted at the
- 25 same time as the report of the audit required by section

- 1 10101(b) of this title. The report may not be printed as
- 2 a public document.
- 3 "§ 140412. Definition
- 4 "In this chapter, the term 'State' includes the Dis-
- 5 trict of Columbia and the territories and possessions of
- 6 the United States.".
- 7 (b) CLERICAL AMENDMENT.—The table of chapters
- 8 at the beginning of subtitle II of title 36, United States
- 9 Code, is amended by inserting after the item relating to
- 10 chapter 1403 the following new item:

Passed the Senate September 24, 2009.

Attest:

Secretary.

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